LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 1, 2006**, upon the application of **EL PASO E&P COMPANY**, **LP**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Sligo Formation**, **Reservoir A**, in the Bear Creek Field, Bienville Parish, Louisiana.

- 1. To permit Applicant to drill, designate and utilize an alternate unit well for SLI RA SUB at the location shown on the plat submitted with the application, in exception to the spacing provisions of Office of Conservation Order No. 78-X, effective December 1, 1979.
- 2. To find that an alternate unit well for SLI RA SUB is necessary to efficiently and economically drain a portion of the Sligo Formation, Reservoir A, underlying SLI RA SUB which cannot be efficiently and economically drained by any existing well within the unit.
- 3. To provide that the gas allowable provisions of Statewide Order No. 29-F (LAC 43:XIX.2101 et seq.), should not apply to the proposed alternate unit well, or to any other horizontal wells drilled to the Sligo Formation, Reservoir A, but that all such wells should be given an allowable based on the maximum efficient rate (MER) of the well, being the maximum sustainable daily withdrawal rate from the reservoir which will permit economical development and reservoir depletion without causing waste.
- 4. To permit the operator of SLI RA SUB to produce the allowable assigned to this unit from either the unit well, the alternate unit well, or from a combination of such wells, at the option of the operator.
- 5. To consider such other matters as may be pertinent.

The Sligo Formation, Reservoir A, was defined in Office of Conservation Order No. 78-X, effective December 1, 1979.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 7/17/06;7/20/06 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.